



Ninety-Eighth Legislature - First Session - 2003  
**Introducer's Statement of Intent**  
**LB 175**

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**Chairperson:** Mark Quandahl  
**Committee:** Banking, Commerce and Insurance  
**Date of Hearing:** February 3, 2003

The following constitutes the reasons for this bill and the purposes which are sought to be accomplished thereby:

LB 175 would expand the ability for qualifying mutual financial institutions to maintain public deposits of the state. Under current law, “qualifying mutual financial institutions” as defined in Neb.Rev.Stat. §77-2365.01 are authorized to maintain public deposits of political subdivisions if they amend their bylaws and articles to place restrictions upon the rights of a political subdivision as an accountholder as set forth in section 77-2365.01. Under LB 175, the state of Nebraska would be authorized to deposit public funds in a qualifying mutual financial institution which has established restrictions on the rights of the State of Nebraska as an accountholder through amendments to its charter and bylaws as required under section 77-2365.01.

**Principal Introducer:** \_\_\_\_\_  
**Senator Jim Jensen**